



**INSURANCE FRAUD INVESTIGATION DIVISION**  
**Kentucky Department of Insurance**  
**909 Leawood Drive, P. O. Box 4050, Frankfort, KY 40604-4050**  
**Phone 502-564-1461 – FAX 502-564-1464**  
*Fraud Statistics/Convictions Activity*  
*May 2014*

<u><b>Fraud Statistics</b></u>	<u><b>Month/May</b></u>	<u><b>YTD</b></u>
Total Referrals Received.....	100	625
Closed Referrals.....	74	348
Open Cases (Investigations – includes prior years).....		374
Assigned Cases (Investigations).....	14	41
Closed Cases (Investigations).....		33
Closed Cases (Investigations) Exceptionally Cleared – Declined by Prosecutor.....		2
Charges (19 felony, 1 misdemeanor) .....	20	42
Convictions (3 felony, 0 misdemeanor) .....	3	14
Restitution Ordered..... \$	52,640.13	218,424.95
Restitution Agreed..... \$	.00	.00
Restitution Total..... \$	52,640.13	218,424.95
Investigation Expenses to Division		
Awarded..... \$	2,055.50	4,935.34
Collected..... \$	122.50	4,948.97
DOI Fines..... \$	.00	.00
Administrative Subpoenas Issued.....		6
Non-Licensed Individuals.....		6
Licensed (active/inactive individuals).....		
Subpoenas Received.....		19

### **Convictions Activity**

**David Mann** – Mann, an agent, was paid premium by an insured for auto insurance. However, there was no record of payment to the insurance company. Mann was convicted of fraudulent insurance acts over \$500, conditionally discharged after two years, and ordered to pay restitution of \$3,619.59 to American National Insurance and investigative expenses of \$1,347.50 to the Department of Insurance.

**Andrew Mace** – Mace fraudulently reported a vehicle flood loss to Progressive Insurance. Mace pleaded guilty to fraudulent insurance acts over \$500 and received pretrial diversion. Mace was ordered to pay restitution of \$35,440.54 (\$21,611.44 plus interest of \$13,829.10) to Progressive.

**Danny Emberton** – Emberton created fraudulent physicians' attendance reports in order to receive disability benefits. Emberton pleaded guilty to five counts of criminal possession of a forged instrument in the second degree. He was ordered to pay \$13,580 to Allstate and \$708 in investigative expenses to the Department of Insurance.